

Medical Transportation Program
Rate Setting 4/16/2014 - 8/31/2014
FRB Contract - LogistiCare Solutions LLC

	Children (incl. CSHCN)		Adults		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated MTO Experience (1) 4/1/2013 - 8/31/2013						
Member Months	3,251,816		818,919		4,070,735	
Estimated Client Services Costs						
Demand Response	1,207,567	0.371	6,526,468	7.970	7,734,035	1.900
Mileage	567,586	0.175	312,444	0.382	880,030	0.216
All Other	183,790	0.057	5,810	0.007	189,600	0.047
Total	1,958,943	0.602	6,844,722	8.358	8,803,665	2.163
Projected Member Months (2) 4/1/2014 - 8/31/2014	3,871,426		843,341		4,714,767	
Rating Adjustments						
Claims Adjustment Factor		1.025		1.025		
Client Services Trend		1.050		1.050		
Projected Client Service Costs 4/1/2014 - 8/31/2014	2,510,036	0.648	7,586,322	8.996	10,096,358	2.141
Administrative Expenses						
Fixed Amount (3)	1,548,570	0.400	337,336	0.400	1,885,907	0.400
Percentage of Premium	791,923	16.0 %	1,546,080	16.0 %	2,338,003	16.0 %
Total	2,340,494	0.605	1,883,416	2.233	4,223,910	0.896
Risk Margin		2.0 %		2.0 %		
Projected Total Cost 4/1/2014 - 8/31/2014	4,949,520	1.28	9,662,998	11.46	14,612,518	3.10
Current Capitation Rate	7,355,709	1.90	9,411,686	11.16	16,767,395	3.56
Percentage Rate Change		-32.7 %		2.7 %		-12.9 %
Final Rates, Effective April 16, 2014		1.28		11.46		

Notes:

- (1) Experience period information from the August 2013 FSR.
- (2) From HHSC System Forecasting Division.
- (3) Per member per month.